



173087

C. DUKES SCOTT  
EXECUTIVE DIRECTORP.O. Box 11263  
Columbia, S.C. 29211Phone: (803) 737-0800  
Fax: (803) 737-0801DAN E ARNETT  
CHIEF OF STAFF

March 11, 2005

Charles L.A. Terreni, Esquire  
Chief Clerk/Administrator  
South Carolina Public Service Commission  
101 Executive Center Dr., Suite 100  
Columbia, SC 29210

Re: Progress Energy Carolinas, Inc.'s Application for Authority to Issue  
Securities Pursuant to Revolving Credit Agreement  
PSC Docket No.: 2005-39-E

Dear Mr. Terreni:

In response to the referenced application, the Office of Regulatory Staff convened an ad hoc Finance Committee. This Committee included myself, John Flitter, Director of Electric and Gas Utility Regulation, Jay Jashinsky, Director of Auditing, and Douglas Carlisle, Economist. The committee reviewed the application and attachments and appendices, thereto, for issues which might conflict with state law, Public Service Commission rules and regulations or the public interest.

The committee found no issues of concern and, consequently, ORS has no opposition to this application. Please let me know if you have any questions.

Sincerely,

Dan Arnett  
Chief of Staff

cc: Len S. Anthony, Esquire